



*State of New Jersey*

Chris Christie  
*Governor*

Office of the Attorney General  
Department of Law and Public Safety  
Division of Gaming Enforcement  
1300 Atlantic Avenue  
Atlantic City, NJ 08401

Jeffrey S. Chiesa  
*Attorney General*

Kim Guadagno  
*Lt. Governor*

David Rebuck  
*Director*

May 7, 2012

Michael A. Magazzu, Esquire  
Corporate Counsel  
Caesars Entertainment, Eastern Division  
c/o Bally's Atlantic City  
Park Place and The Boardwalk  
Atlantic City, New Jersey 08401

RE: Petition #1231204

Dear. Mr. Magazzu:

The staff of the Division of Gaming Enforcement's (Division) Regulatory Enforcement Bureau has reviewed Petition #1231204 filed by Showboat Atlantic City Operating Company, LLC (Showboat) dated May 2, 2012 and an amended letter to supplement the above referenced petition dated May 3, 2012. Showboat is seeking approval to amend its Certificate of Operation and Casino Hotel Alcoholic Beverage (CHAB) License.

The Showboat is currently operating under a Certificate of Operation which was approved in Petition #3411103 on December 14, 2011, by the Division of Gaming Enforcement.

By Petition #1231204, Showboat seeks approval to complete modifications to its casino floor as depicted on the architectural drawing labeled PCO-79 dated March 29, 2012, which was prepared and certified by Michael Demling, RA, License #08676, of Michael Demling Associates (Exhibit A).



(609) 441-3106

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**The petitioner proposes the following:**

1. Decrease the casino floor area by **13,585** square feet. Multi Purpose #1 will no longer be classified as casino floor area (net loss of 10,531 sq. ft.) and Multi Purpose #2 will not longer be classified as casino floor area (net loss of 3,054 sq. ft.)
2. Slot Zone K                      Remove twenty (20) slot machines and stools. Renumber banks.
3. Slot Zone L                      Remove fifteen (15) slot machines and stools. Renumber banks
4. Slot Zone N                      Remove forty four (44) slot machines and stools. Renumber banks.
5. Slot Zone Q                      Remove nine (9) slot machines and stools. Renumber banks.
6. Slot Zone S                      Remove eight (8) slot machines and stools. Renumber banks.
7. Slot Zone V                      Remove twenty (20) slot machines and stools. Renumber banks.
8. Slot Zone W                      Remove twenty eight (28) slot machines and stools. Renumber banks.
9. Pit #6                              Remove Poker tables PO-601, PO-602 and PO-603.

**The summary of the statistical calculations is as follows:**

1. A decrease of one hundred forty four (144) slot machines and one hundred forty four (144) slot stools. The total number of slot machines is **2,455** and the total number of slot stools is **2,454**.
2. A decrease of three (3) table games for a new total of **109** table games.
3. The casino floor area will be reduced from one hundred twenty-two thousand four hundred fifty-four (**122,454**) square feet to one hundred and eight thousand eight

hundred sixty-nine (**108,869**) square feet. The Simulcast area will remain the same at seventeen thousand eighty-six (**17,086**) square feet.

The total gaming area, including Simulcast, will then be one hundred twenty-five-thousand nine-hundred fifty-five (**125,955**) square feet.

4. The allowable slot coverage (90% of 125,955 sq. ft.) is one hundred thirteen-thousand three hundred fifty-nine (**113,359**) square feet.
5. The actual slot coverage is eighty-seven thousand six hundred eighty-seven (**87,687**) square feet which is **69.6%** of the total gaming area and within the allowable 90% for slot density.

Based on the Division's authority, the requested amendments to Showboat's Certificate of Operation and CHAB license as set forth above, are hereby granted pursuant to N.J.A.C. 13:69C7.1, et seq. This approval authorizes a casino room containing and consisting of **125,955** square feet of total gaming space, **109** table games, **2,455** slot machines, **2,454** slot stools, **4** pari-mutuel machines and **3** self service pari-mutuel machines as referenced in the Petitioner's letter.

Since the casino floor area has been reduced, smoking areas should be changed accordingly. Please note that the designation of smoking areas in casinos is subject to the jurisdiction of the N.J. Department of Health and Senior Services and the Atlantic City Department of Health and Human Services, not the Division. Accordingly, this letter should in no way be construed as approving areas of the gaming floor for smoking.

**This approval is subject to the following conditions:**

- A. That revised operational blueprints reflecting the changes approved herein be submitted to the Division's Regulatory Enforcement Bureau, casino licensee's security podium and the casino licensee's CCTV monitoring room;
- B. That a revised Table Game and Roulette Wheel inventory list are submitted to the in-house Division office;
- C. That a revised Slot Master List is submitted to the Technical Service Bureau of the Division;
- D. That Showboat notify the Division immediately in the event of any modification to the approvals granted herein;

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- E. That Showboat complies with all requirements and conditions appended to approvals received from all involved agencies of government whose approvals are required in order for a Certificate of Occupancy for the general public to be issued including, but not limited to, the Department of Community Affairs and the local construction official; and
- F. Once modifications have been completed, a satisfactory inspection and approval by the Division is required to ensure the changes made conform to the petition. The review also includes, but is not limited to, an assessment of the adequacy of CCTV and security coverage. Such inspection must be done **prior to the proposed areas being used for gaming activity.**

To schedule an inspection, please contact the Division at [inspections@njdge.org](mailto:inspections@njdge.org).

If you have any questions, please do not hesitate to contact Bill Kendzierski of my staff at 441-7557.

Sincerely,



Don Errera, Deputy Chief  
Regulatory Enforcement Bureau

C: BEL/DE  
Chuck Kimmel, DGE  
Lisa Spengler, DGE  
DGE Intake Unit  
C-33-12-009